

FREQUENTLY ASKED QUESTIONS (FAQs)
ON BANK INDONESIA REGULATION NUMBER 12/18/PBI/2010 DATED
AUGUST 30, 2010 CONCERNING AMENDMENT TO BANK INDONESIA
REGULATION NUMBER 10/11/PBI/2008 CONCERNING BANK
INDONESIA SHARIA CERTIFICATE (SBIS)

Q : What is the background to the issuance of this amendment to provision on SBIS?

A : The amendment to provision on SBIS is issued in order to improve the effectiveness of monetary management implementation based on sharia principles as well as to harmonize provisions on monetary operation, specifically concerning the imposition of sanction for the cancelled sharia monetary operations transactions.

Q : What amendments are made in this Bank Indonesia Regulation?

A : The amended provisions are Article 14 paragraph (2) letter b and paragraph (3) so that it shall be read as follows:

- (2) Bank Indonesia shall impose sanctions on BUS or USS for cancelled SBIS transactions as referred to in paragraph (1) in the form of:
- a. a written reprimand; and
 - b. a financial penalty of 0.01% (one per ten thousandth) of the value of the cancelled SBIS transaction, with the minimum amount of Rp10,000,000.00 (ten million rupiah) and the

maximum amount of Rp100,000,000.00 (one hundred million rupiah) for each cancelled SBIS transaction.

- (3) Without prejudice to the sanctions as referred to in paragraph (2), in the event that a BUS or UUS has conducted the cancelled SBIS transaction and/or other cancelled transactions of sharia monetary operations as referred to Bank Indonesia Regulation concerning sharia monetary operations three times during 6 (six) month-tenure, the BUS or UUS shall be subject to temporary suspension from participation in sharia monetary operations for 5 (five) consecutive business days.

DPM